

**LOUISIANA DISTRICT COUNCIL
OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana**

**Financial Statements
December 31, 2014**

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Board of Executives and Presbyters
Louisiana District Council of the
Assemblies of God
Alexandria, Louisiana

I have reviewed the accompanying statements of financial position of Louisiana District Council of the Assemblies of God as of December 31, 2014, and the related statements of activities and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of District management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

My review was made for the purpose of expressing a conclusion that there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The supplementary information as listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and I did not become aware of any material modifications that should be made to such information.

Steven M. DeRouen & Associates

Lake Charles, Louisiana
March 13, 2015

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statement of Financial Position
December 31, 2014

Assets

Current Assets

Cash and cash equivalents	\$ 651,428
Note receivable -Church Extension Plan	18,359
Note receivable - AG Foundation	48,082
Notes receivable - Mansfield	50,114
Donation receivable - General Council	509,226
Prepaid insurance	29,173

Total Current Assets	1,306,382
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Institutional Property and Equipment

Land	104,698
Buildings and improvements	912,866
Trailers	57,570
Furniture, fixtures and equipment	449,198
Automotive and truck equipment	262,424
Campground improvements	930,062
Construction in progress	10,000
	2,726,818

Less accumulated depreciation	(1,837,540)
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Total Institutional Property and Equipment	889,278
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Church Properties

	2,255,184
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Total Assets	\$ 4,450,844
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Liabilities and Net Assets

Current Liabilities

Accounts payable	\$ 12,610
Payroll withholdings	50,398
Deferred revenue - General Council	412,262
Note payable-current portion	16,582

Total Current Liabilities	491,852
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Long-term Liabilities

Note payable - long-term portion	41,457
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Total Long-term Liabilities	41,457
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Total Liabilities	533,309
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Net Assets - Unrestricted

	3,917,535
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Total Liabilities and Net Assets	\$ 4,450,844
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See accountants' report and notes to financial statements.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statements of Activities
For the Year Ended December 31,

	2014
Unrestricted Support and Revenue	
General	\$ 1,524,119
Church Plant and Development	66,699
Christian education	281,615
Youth	396,400
Women's ministries	63,412
Campground	57,248
Men's ministries	89,407
Royal Rangers	67,468
YMI	13,140
Chi Alpha	30,437
Designated	186,648
	<hr/>
Total Unrestricted Support and Revenue	2,776,593
	<hr/>
Operating Expenses	
General	491,084
Administrative	290,278
General Department	251,086
Church Plant and Development	116,893
Christian Education	220,626
Youth	390,054
Women's ministries	63,320
Campground	259,781
Men's ministries	80,529
Royal Rangers	52,138
YMI	7,968
Chi Alpha	34,806
Designated	163,354
	<hr/>
Total Operating Expenses before Depreciation	2,421,917
	<hr/>
Depreciation Expense	102,562
	<hr/>
Total Expenses	2,524,479
	<hr/>
Excess (deficit) of Support and Revenue over Expenses	252,114
	<hr/>
Net Assets - Unrestricted, Beginning of Year	3,665,421
	<hr/>
Net Assets - Unrestricted, End of Year	\$ 3,917,535
	<hr/> <hr/>

See accountants' report and notes to financial statements.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statements of Cash Flows
For the Years Ended December 31,

	<u>2014</u>
Cash Flows From Operating Activities:	
Excess (Deficit) of support and revenue over cost and expenses	\$ <u>252,114</u>
Adjustments to reconcile net cash provided by operating activities:	
Depreciation and amortization	102,562
Decrease (increase) in prepaid insurance	-
Increase (decrease) in accounts payable and other payables	27,158
Other	<u>(11,012)</u>
Total Adjustments	<u>118,708</u>
Net Cash (Used) Provided by Operating Activities	<u>370,822</u>
Cash Flows From Investing Activities:	
(Purchase) receipt of investment - note receivable, net	(1,969)
Capital expenditures	<u>(69,482)</u>
Net Cash Provided (Used) by Investing Activities	<u>(71,451)</u>
Cash Flows from Financing Activities:	
Proceeds from vehicle loan	20,248
Principal payments on note payable	<u>(443,234)</u>
Net Cash Provided (Used) by Financing Activities	<u>(443,234)</u>
Increase (Decrease) in Cash	(143,863)
Cash and Cash Equivalents, beginning of year	<u>795,291</u>
Cash and Cash Equivalents, end of year	<u><u>\$ 651,428</u></u>
Supplemental Disclosures of Cash Flow Information:	
Cash paid for interest	\$ 17,945

LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2014

Note 1 - Organization, Purpose, and Basis of Presentation

The Louisiana District Council of the Assemblies of God was incorporated on August 11, 1944, as a religious organization. The purpose and object of the District Council is to be for religious and charitable purposes; to conduct, promote, engage in, and to enjoy religious service and worship; to promote evangelism and to preach and teach the Holy Scriptures and Doctrines as taught and believed in and practiced by the General Council of the Assemblies of God with headquarters at Springfield, Missouri, and in pursuance of said purpose to engage in whatever form of religious worship that may be necessary to promote such purpose and exercise and to enjoy all rights and privileges incident to such purposes.

The District Council geographically has jurisdiction over the work of the Assemblies of God within the territory covered by the State of Louisiana.

The District Council is an integral part of the Assemblies of God, Inc. with headquarters at Springfield, Missouri. Therefore, the principles of voluntary unity and cooperative fellowship as set forth in the constitution of the General Council, adopted at Springfield, Missouri, September 16-22, 1927, are the principles which govern this District Council.

Note 2 - Summary of Significant Accounting Policies

a. Basis of Accounting

The Church's books and records are routinely kept primarily on the cash basis in day to day operations and adjusted to the accrual basis at year end for financial reporting purposes. The statements presented herein are in all material respects on the accrual basis. In the prior years, historical cost of properties and equipment have not been maintained. Estimated historical costs have been made by management. These estimated costs at January 1, 1980, have been used in this statement. Current year additions, except for various Church properties, are stated at cost.

b. Accounts and Loans Receivable

The District Council in its normal operations makes loans to various churches throughout the state. These loans normally are made interest free, however some are charged interest usually at a below market rate.

LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2014

Note 2 - Summary of Significant Accounting Policies (Continued)

c. Institutional Property

Institutional property includes only the property used by the District Council in its operation. This includes the real and personal property of the headquarters general offices and the campgrounds. Church properties are more fully described under (e).

Institutional assets acquired by purchase or constructed are stated at cost. Any other institutional assets are stated at fair market value at date of acquisition or other determinable value. Capital improvements including betterments and renewals are stated at cost. Repairs and maintenance are charged to operations as incurred.

d. Depreciation

The District Council maintains the policy of charging straight line depreciation on institutional property. Estimated useful lives used in computing the depreciation are as follows:

Buildings and improvements	40 years
Furniture, fixtures, and equipment	10 years
Automotive and truck equipment	4 - 5 years
Trailers	10 years
Campgrounds improvements	5 - 25 years

e. Church Properties

The District Council holds title to various church real properties throughout the state. It is also an endorser or guarantor on the various mortgage and loan obligations against these properties. These properties are presented in the financial statements at estimated historical cost.

f. Income

A majority of the income is from ministers' tithes and church offerings, contributions and donations are recorded upon receipt. Fund raising by pledging or other comparable practices is not used, thus pledges or accounts receivable from donors are not applicable.

LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2014

Note 2 - Summary of Significant Accounting Policies (Continued)

g. Cash Flow Information

The District Council considers all short-term investments with an original maturity of three months or less to be cash equivalents

h. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 3 - Mortgages, Notes, and Loans Payable

Description	Security	12/31/14 Balance	Interest Rate
Note payable automobile	Automobile	\$ 17,025	4.75%
Note payable automobile	Automobile	4,135	0.00%
Note payable Mansfield	Real Estate	36,879	5.75%

The estimated maturities for notes payable are as follows:

2015		\$ 16,582
2016		17,036
2017		6,959
2018		7,499
2019		8,082
Thereafter		<u>1,881</u>
		<u>\$ 58,039</u>

LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2014

Note 4 - Deposits Held in Financial Institutions

As of December 31, 2014, the District had demand deposits on hand in financial institutions which exceeded FDIC limits by \$367,568. The District had funds on deposit with AG Foundation totaling \$16,000 as December 31, 2014. These funds are not insured by FDIC. The District's management believes the deposits are with high quality financial institutions and are not exposed to significant credit risk.

Note 5 - Tax Deferred Annuity Plan

The District contributes 6% of full-time employee's compensation to the Assemblies of God Ministers Benefit Association Plan. The Plan is qualified under Section 403(b) of the Internal Revenue Code. Contributions by the District for 2014 was \$31,045.

Note 6- Contingencies

Certain claims, suits, and complaints arising in the ordinary course of operations are pending against the District Council. In the opinion of management, all such matters are of such kind or involve such amounts, as would not have a significant affect on the financial positions or results of operations of the District Council if disposed of unfavorably.

Note 7 - Income Taxes

The District is statutorily tax exempt under Section 501 (c) (3) of the Internal Revenue Code and is not subject to federal income taxes.

Note 8 - Note Receivable and Donation Receivable

As of December 31, 2014, the District had invested with the Church Extension Plan (a non-profit corporation). The investment is secured by a promissory note with a fixed rate of interest for 5 year intervals. The principal and interest may be withdrawn at any time with no penalty. The balance as of December 31, 2014 was \$18,359.

As of December 31, 2014, the District had invested with the AG Foundation (a non-profit corporation). The investment is secured by a promissory note with a fixed rate of interest for 5 year intervals. The principal and interest may be withdrawn at any time with no penalty. The balance as of December 31, 2014 was \$48,082.

The District has funds that were designated by a donor to be on deposit with the General Council of the Assemblies of God, to be used by the District for New Church Evangelism. The funds are to be released to the District when requested for their intended purpose. The balance of the receivable as of December 31, 2014 was \$509,227. These funds are reflected also in deferred revenue, and will be recognized as revenues as the requests are released by General Council.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2014**

Note 9 - Subsequent Events

The District evaluated its December 31, 2014 financial statements for subsequent events through March 13, 2015, the date the financial statements were available to be issued. The District acquired church property in Rosepine, Louisiana that was subsequently leased to another church organization. The lease started on February 1, 2015 is for a term of 12 years and has a lease purchase option.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of General Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
General Revenues	
Ministers Tithes	\$ 862,241
General Income	36,637
Rent	14,201
Credential Fees	7,734
LA School of Ministry	49,227
District Council Offerings	9,325
Summer Feeding Program	44,555
Interest Income	26,537
Gain on sale of property/assets	451,022
Miscellaneous Income	<u>22,640</u>
Total Revenues	<u>1,524,119</u>
General Expenses	
Salaries and Wages	249,470
Housing Allowance	62,400
Payroll Taxes and Benefits	179,214
Administrative Expenses	
Utilities	8,016
Telephone/Internet	12,276
Office Supplies	35,512
Professional Services	15,996
Postage	17,874
Bank Fees	2,311
Copier Lease/Maintenance	34,017
Building Maintenance and Repairs	38,310
Vanco Services	328
Interest Expense	17,945
Property Insurance	100,166
Miscellaneous Expense	7,007
General Department Expenses	
LA SOM	29,861
General Outside Ministries	51,305
District Council	59,783
Committees	46,297
Travel	53,688
Credential Fees	<u>10,151</u>
Total Expenses	<u>1,032,448</u>
	<u>\$ 491,671</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Church Plant and Development Revenues and Expense
For the Years Ended December 31,

	2014
Church Plant and Development Revenues	\$ <u>66,699</u>
Church Plant and Development Expenses	
Travel	28,994
Office Supplies	995
Outside Ministries	65,730
Events	5,401
Office Support	4
Salaries and Wages	<u>15,770</u>
Total Expenses	<u>116,894</u>
	\$ <u><u>(50,195)</u></u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Christian Education Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Christian Education Revenues	
Offerings	\$ 17,243
Camp	192,892
BGMC Offerings	29,018
BGMC Refund	16,724
Registrations and trips	<u>25,738</u>
Total Revenues	<u>281,615</u>
Christian Education Expenses	
Travel	7,232
Office Supplies	1,808
Events Expense	5,275
CE Camps Expense	96,292
Outside Ministries	1,998
BGMC Expense	33,582
Trips Expense	12,701
Marketing	880
Resources and Supplies	382
Salaries, Housing & Wages	<u>60,476</u>
Total Expenses	<u>220,626</u>
	<u>\$ 60,989</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Youth Department Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Youth Department Revenues	
Offerings	\$ 45,214
Fundraisers	71,892
Youth Speed the Light Offerings	16,587
Youth Speed the Light Refunds	17,006
Camp	149,286
Trips	36,838
Registration	50,189
Sales	<u>9,388</u>
Total Revenues	<u>396,400</u>
Youth Department Expenses	
Camp	76,170
Fundraisers	50,766
Supplies	7,600
Events	63,916
Travel	7,785
Trips Expense	33,367
Outside Ministries	32,969
Speed the Light Expense	50,526
Marketing	4,627
Salaries, Housing & Wages	<u>62,328</u>
Total Expenses	<u>390,054</u>
	<u>\$ 6,346</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Women's Ministries Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Women's Ministries Revenues	
Offerings	\$ 14,588
Events	33,510
Touch the World	12,605
Charters	282
MPACT Clubs Offerings	2,000
MPACT Clubs Registration	380
MPACT Clubs Fund Raising	<u>17</u>
 Total Revenues	 <u>63,412</u>
 Women's Ministries Expenses	
Events	8,938
Administration and Office Expense	2,995
Travel	7,545
Touch the World	8,815
Special Meetings	1,297
MPACT Clubs Events	2,109
MPACT Clubs Travel	1,502
Salaries, Housing & Wages	<u>30,119</u>
 Total Expenses	 <u>63,320</u>
	 <u>\$ 92</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Campground Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Campground Revenues	
Offerings	\$ 21,371
Maintenance and Development	67
Rentals	<u>35,810</u>
 Total Revenues	 <u>57,248</u>
 Campground Expenses	
Telephone	7,465
Travel	9,276
Supplies	15,552
Repairs, Maintenance and Tools	25,653
Utilities	73,360
Maintenance and Development	82,029
Salaries, Housing & Wages	<u>46,446</u>
 Total Expenses	 <u>259,781</u>
	 \$ <u><u>(202,533)</u></u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Men's Ministries Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Men's Ministries Revenues	
Offerings	\$ 7,848
Fundraisers	15,688
Registrations	23,725
LFTL Tour income	13,887
LFTL Offerings	11,275
LFTL Returns	<u>16,984</u>
 Total Revenues	 <u>89,407</u>
 Men's Ministries Expenses	
Cell/Telephone	770
Travel	4,382
Supplies	772
Events	21,378
Outside Ministries	5,528
Trips	723
LFTL Expense	37,470
Salaries, Housing & Wages	<u>9,506</u>
 Total Expenses	 <u>80,529</u>
	 \$ <u><u>8,878</u></u>

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Royal Rangers Revenues and Expenses
For the Years Ended December 31,

	<u>2014</u>
Royal Rangers Revenues	
Offerings	\$ 10,493
Events	13,193
Registrations	42,619
Charters	<u>1,163</u>
Total Revenues	<u>67,468</u>
Royal Rangers Expenses	
Telephone	642
Travel	454
Supplies	5,770
Events/Academy	23,741
Outside Ministries	742
Trips	815
Salaries, Housing & Wages	<u>19,974</u>
Total Expenses	<u>52,138</u>
	<u>\$ 15,330</u>

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Schedule of Fund Balances - Cash Basis
For the Year Ended December 31, 2014

Fund	Beginning Balance	Receipts & Transfers In	Expenses & Transfers Out	Ending Balance
General Fund	\$ 555,609	\$ 1,380,597	1,403,598	\$ 532,608
Church Planting & Development	58,935	101,817	118,383	42,369
Christian Education	18,738	323,364	319,189	22,913
Youth Department	80,611	442,723	455,853	67,481
Women's Ministries	11,427	63,873	65,939	9,361
Campground Fund	(233,741)	213,983	211,795	(231,553)
Campground Maintenance and Development	(38,145)	1,658	79,765	(116,252)
Men's Ministries	9,438	88,521	88,640	9,319
Royal Rangers	27,788	71,273	53,305	45,756
YMI	(5,401)	13,140	8,418	(679)
Chi Alpha	28,432	50,690	53,955	25,167
LASOM	10,262	51,928	46,732	15,458
Designated	271,338	768,135	809,993	229,480
	<u>\$ 795,291</u>	<u>\$ 3,571,702</u>	<u>\$ 3,715,565</u>	<u>\$ 651,428</u>

This schedule has been prepared on the cash basis and as such differs from the accompanying accrual basis financial statements.

Louisiana District Council of the Assemblies of God

Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer

Year Ended December 31, 2014

Agency Head Name: Douglas Fulenwider, Superintendent

Purpose	Amount
Salary	40,231
Benefits-insurance	0
Benefits-retirement	0
Benefits-<list any other here>	0
Car allowance	0
Vehicle provided by government	0
Per diem	0
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses*	0
Special meals	0